

ARIZONA CORPORATION COMMISSION
UTILITIES DIVISION

ANNUAL REPORT MAILING LABEL – MAKE CHANGES AS NECESSARY

S

W-01521A
Sue Juan Water Company
10570 S. Nogales Hwy
Tucson AZ 85706

RECEIVED

MAR 29 2005

AZ Corporation Commission
Director Of Utilities

ANNUAL REPORT

FOR YEAR ENDING

| | | |
|----|----|------|
| 12 | 31 | 2004 |
|----|----|------|

FOR COMMISSION USE

| | |
|-------|----|
| ANN04 | 04 |
|-------|----|

COMPANY INFORMATION

| | | |
|--|-----------------------------|------------------------------------|
| Company Name (Business Name) <u>SUE JUAN WATER COMPANY</u> | | |
| Mailing Address <u>10570 SOUTH NOGALES HWY</u> | | |
| <u>TUCSON</u> | <u>AZ</u> | <u>85706-9300</u> |
| (City) | (State) | (Zip) |
| <u>520-746-0176</u> | <u>520-746-0285</u> | <u>520-548-0316</u> |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address _____ | | |
| Local Office Mailing Address <u>10570 SOUTH NOGALES HWY</u> | | |
| <u>TUCSON</u> | <u>AZ</u> | <u>85706-9300</u> |
| (City) | (State) | (Zip) |
| <u>520-746-0176</u> | <u>520-746-0285</u> | <u>520-548-0316</u> |
| Local Office Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address _____ | | |

MANAGEMENT INFORMATION

| | | |
|---|-----------------------------|------------------------------------|
| Management Contact: <u>CHESTER C. ANTONICK</u> | | <u>OWNER</u> |
| (Name) | | (Title) |
| <u>10570 S. NOGALES HWY</u> | <u>TUCSON</u> | <u>AZ</u> |
| (Street) | (City) | (State) |
| <u>520-746-0176</u> | <u>520-746-0285</u> | <u>85706-9300</u> |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address _____ | | |
| On Site Manager: <u>CHESTER C. ANTONICK</u> | | |
| (Name) | | |
| <u>10570 SOUTH NOGALES HWY</u> | <u>TUCSON</u> | <u>AZ</u> |
| (Street) | (City) | (State) |
| <u>520-746-0176</u> | <u>520-746-0285</u> | <u>85706-9300</u> |
| Telephone No. (Include Area Code) | Fax No. (Include Area Code) | Pager/Cell No. (Include Area Code) |
| Email Address _____ | | |

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

Statutory Agent: CHESTER C. ANTONICK

(Name)

10570 S. NOGALES HWY

(Street)

TUCSON

(City)

AZ

(State)

85706-9300

(Zip)

520-746-0176

Telephone No. (Include Area Code)

520-746-0285

Fax No. (Include Area Code)

520-548-0316

Pager/Cell No. (Include Area Code)

Attorney: RONALD J. NEWMAN

(Name)

2525 E. BRAODWAY STE 102

(Street)

TUCSON

(City)

AZ

(State)

85716

(Zip)

520-323-0980

Telephone No. (Include Area Code)

520-319-8284

Fax No. (Include Area Code)

Pager/Cell No. (Include Area Code)

☐ Please mark this box if the above address(es) have changed or are updated since the last filing.

OWNERSHIP INFORMATION

Check the following box that applies to your company:

☒ Sole Proprietor (S)

☐ C Corporation (C) (Other than Association/Co-op)

☐ Partnership (P)

☐ Subchapter S Corporation (Z)

☐ Bankruptcy (B)

☐ Association/Co-op (A)

☐ Receivership (R)

☐ Limited Liability Company

☐ Other (Describe) _____

COUNTIES SERVED

Check the box below for the county/ies in which you are certificated to provide service:

☐ APACHE

☒ COCHISE

☐ COCONINO

☐ GILA

☐ GRAHAM

☐ GREENLEE

☐ LA PAZ

☐ MARICOPA

☐ MOHAVE

☐ NAVAJO

☐ PIMA

☐ PINAL

☐ SANTA CRUZ

☐ YAVAPAI

☐ YUMA

☐ STATEWIDE

COMPANY NAME SUE JUAN WATER COMPANY

UTILITY PLANT IN SERVICE

| Acct. No. | DESCRIPTION | Original Cost (OC) | Accumulated Depreciation (AD) | O.C.L.D. (OC less AD) |
|----------------------|---|-------------------------------|--|----------------------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | 4000 | | 4000 |
| 304 | Structures and Improvements | 871 | 871 | -0- |
| 307 | Wells and Springs | 47693 | 34082 | 13611 |
| 311 | Pumping Equipment | 52261 | 40802 | 11459 |
| 320 | Water Treatment Equipment | 20853 | 20853 | -0- |
| 330 | Distribution Reservoirs and Standpipes | 21721 | 16040 | 5681 |
| 331 | Transmission and Distribution Mains | | | |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | 1987 | 1472 | 515 |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 149386 | 114120 | 35266 |

This amount goes on the Balance Sheet Acct. No. 108

COMPANY NAME

SUE JUAN WATER COMPANY

CALCULATION OF DEPRECIATION EXPENSE FOR CURRENT YEAR

| Acct. No. | DESCRIPTION | Original Cost (1) | Depreciation Percentage (2) | Depreciation Expense (1x2) |
|--------------|--|----------------------|-----------------------------------|----------------------------------|
| 301 | Organization | | | |
| 302 | Franchises | | | |
| 303 | Land and Land Rights | 4000 | See | |
| 304 | Structures and Improvements | 871 | Attached | -0- |
| 307 | Wells and Springs | 47693 | Deprecation | 865 |
| 311 | Pumping Equipment | 52261 | Schedule | 1332 |
| 320 | Water Treatment Equipment | 20853 | | -0- |
| 330 | Distribution Reservoirs and Standpipes | 21721 | | 757 |
| 331 | Transmission and Distribution Mains | | | |
| 333 | Services | | | |
| 334 | Meters and Meter Installations | 1987 | | 85 |
| 335 | Hydrants | | | |
| 336 | Backflow Prevention Devices | | | |
| 339 | Other Plant and Misc. Equipment | | | |
| 340 | Office Furniture and Equipment | | | |
| 341 | Transportation Equipment | | | |
| 343 | Tools, Shop and Garage Equipment | | | |
| 344 | Laboratory Equipment | | | |
| 345 | Power Operated Equipment | | | |
| 346 | Communication Equipment | | | |
| 347 | Miscellaneous Equipment | | | |
| 348 | Other Tangible Plant | | | |
| | TOTALS | 149386 | | 3039 |

This amount goes on the Comparative Statement of Income and Expense _____
Acct. No. 403.

ID NO. - 86-0656111

SUE JUAN WATER COMPANY
ASSET LISTING
12-31-04

Filename- [p04.195]

| ASSET NO. | DESCRIPTION | DATE IN SERVICE | FED METHOD & RECOVERY PERIOD | AUTO/LISTED & BUS.% | COST | FEDERAL BASIS | CURR. SECT. 179 | FED PRIOR DEPREC. | FEDERAL DEPREC. | STATE DEPREC. | AMT DEPREC. | BOOK DEPREC. | TAX SCH. CODE | DISP DATE |
|-----------|-----------------------------|-----------------|------------------------------|---------------------|--------|---------------|-----------------|-------------------|-----------------|---------------|-------------|--------------|---------------|-----------|
| 1.01 | UTILITY PLANT (ACC 311) | 01-01-74 | SL-40 | 311 | 36055 | 36055 | 0 | 27034 | 901 | 70 | 901 | 901 | | |
| 2.01 | UTILITY PLANT EGT (ACC 311) | 01-01-74 | SL-40 | 311 | 2807 | 2807 | 0 | 2103 | 70 | 70 | 70 | 70 | | |
| 3.01 | NEW WELL & EOT (ACC 307) | 10-01-80 | SL-40 | 307 | 34585 | 34585 | 0 | 20109 | 865 | 865 | 865 | 865 | | |
| 5.01 | WELL IMPVMTS (ACC 307) | 07-01-86 | SL-15 | 307 | 13108 | 13108 | 0 | 13108 | 0 | 0 | 0 | 0 | | |
| 6.01 | PUMP & ACCESSRS (ACC 311) | 01-29-88 | 15yr Real est | 311 | 3053 | 3053 | 0 | 3053 | 0 | 0 | 204 | 0 | | |
| 7.01 | PUMP METER | 11-30-93 | MACRS-20 | 334 | 698 | 698 | 0 | 468 | 24 | 24 | 14 | 24 | | |
| 8.01 | METER | 07-01-93 | MACRS-20 | 334 | 1000 | 1000 | 0 | 668 | 35 | 35 | 20 | 35 | | |
| 9.01 | METER | 03-14-98 | MACRS-7 | 334 | 289 | 289 | 0 | 251 | 26 | 26 | 24 | 26 | | |
| 4.01 | FLOURIDE TRMT PLT=ACC 32 | 07-01-81 | 15yr publ util | 320 | 20853 | 20853 | 0 | 20853 | 0 | 0 | 0 | 0 | | |
| TOTALS | | | | | 112448 | 112448 | 0 | 87647 | 1921 | 1921 | 2098 | 1921 | | |

| ASSET NO. | DESCRIPTION | DATE IN SERVICE | FED METHOD & RECOVERY PERIOD | AUTO/LISTED & BUS.% | COST | FEDERAL BASIS | CURR. SECT. 179 | FED PRIOR DEPREC. | FEDERAL DEPREC. | STATE DEPREC. | AMT DEPREC. | BOOK DEPREC. | TAX SCH. CODE | DISP DATE |
|-----------|-----------------------------|-----------------|------------------------------|---------------------|-------|---------------|-----------------|-------------------|-----------------|---------------|-------------|--------------|---------------|-----------|
| 1.02 | FENCE (ACC 304) | 10-01-80 | ACRS 10yr SL | 304 | 475 | 475 | 0 | 475 | 0 | 0 | 0 | 0 | | |
| 2.02 | FENCE (ACC 304) | 07-01-81 | ACRS 5yr | 304 | 396 | 396 | 0 | 396 | 0 | 0 | 0 | 0 | | |
| 3.02 | NEW STORAGE TANKS (ACC 330) | 12-15-93 | MACRS-20 | 330 | 21721 | 21721 | 0 | 15283 | 757 | 757 | 434 | 757 | | |
| 4.02 | 2-20hp PUMPS (ACC 311) | 12-31-93 | MACRS-20 | 311 | 10346 | 10346 | 0 | 7280 | 361 | 361 | 207 | 361 | | |
| TOTALS | | | | | 32938 | 32938 | 0 | 23434 | 1118 | 1118 | 641 | 1118 | | |

ACCOUNT NUMBER

COST

ACCUMULATED DEPRECIATION

CURR EXP

| | | | |
|-----|--------|--------|------|
| 304 | 871 | 34082 | 0 |
| 307 | 47693 | 40802 | 865 |
| 311 | 52261 | 20853 | 1332 |
| 320 | 20853 | 16040 | 0 |
| 330 | 21721 | 1472 | 757 |
| 334 | 1987 | | 85 |
| | 145386 | 114120 | 3039 |

COMPANY NAME SUE JUAN WATER COMPANY

BALANCE SHEET

| Acct No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|-------------|---|------------------------------------|------------------------------|
| | ASSETS | | |
| | CURRENT AND ACCRUED ASSETS | | |
| 131 | Cash | \$ 880 | \$ 964 |
| 134 | Working Funds | | |
| 135 | Temporary Cash Investments | | |
| 141 | Customer Accounts Receivable | 1705 | 1955 |
| 146 | Notes/Receivables from Associated Companies | | |
| 151 | Plant Material and Supplies | 1400 | 1400 |
| 162 | Prepayments | | |
| 174 | Miscellaneous Current and Accrued Assets | | |
| | TOTAL CURRENT AND ACCRUED ASSETS | \$ 3985 | \$ 4319 |
| | FIXED ASSETS | | |
| 101 | Utility Plant in Service | \$ 149386 | \$ 149386 |
| 103 | Property Held for Future Use | | |
| 105 | Construction Work in Progress | | |
| 108 | Accumulated Depreciation -- Utility Plant | | |
| 121 | Non-Utility Property | | |
| 122 | Accumulated Depreciation -- Non Utility | 111081 | 114120 |
| | TOTAL FIXED ASSETS | \$ 38305 | \$ 35266 |
| | TOTAL ASSETS | \$ 42290 | \$ 39585 |

NOTE: The Assets on this page should be equal to **Total Liabilities and Capital** on the following page.

COMPANY NAME SUE JUAN WATER COMPANY

BALANCE SHEET (CONTINUED)

| Acct. No. | | BALANCE AT BEGINNING OF YEAR | BALANCE AT END OF YEAR |
|--------------|---|------------------------------------|------------------------------|
| | LIABILITIES | | |
| | CURRENT LIABILITES | | |
| 231 | Accounts Payable | \$ -0- | \$ 740 |
| 232 | Notes Payable (Current Portion) | | |
| 234 | Notes/Accounts Payable to Associated Companies | | |
| 235 | Customer Deposits | 950 | 975 |
| 236 | Accrued Taxes | 294 | 116 |
| 237 | Accrued Interest | | |
| 241 | Miscellaneous Current and Accrued Liabilities | | |
| | TOTAL CURRENT LIABILITIES | \$ 1244 | \$ 1831 |
| | LONG-TERM DEBT (Over 12 Months) | | |
| 224 | Long-Term Notes and Bonds | \$ | \$ |
| | DEFERRED CREDITS | | |
| 251 | Unamortized Premium on Debt | \$ | \$ |
| 252 | Advances in Aid of Construction | | |
| 255 | Accumulated Deferred Investment Tax Credits | | |
| 271 | Contributions in Aid of Construction | | |
| 272 | Less: Amortization of Contributions | | |
| 281 | Accumulated Deferred Income Tax | | |
| | TOTAL DEFERRED CREDITS | \$ | \$ |
| | TOTAL LIABILITIES | \$ 1244 | \$ 1831 |
| | CAPITAL ACCOUNTS | | |
| 201 | Common Stock Issued | \$ | \$ |
| 211 | Paid in Capital in Excess of Par Value | | |
| 215 | Retained Earnings | | |
| 218 | Proprietary Capital (Sole Props and Partnerships) | 41046 | 37754 |
| | TOTAL CAPITAL | \$ 41046 | \$ |
| | TOTAL LIABILITIES AND CAPITAL | \$ 42290 | \$ 39585 |

COMPANY NAME SUE JUAN WATER COMPANY

COMPARATIVE STATEMENT OF INCOME AND EXPENSE

| Acct. No. | OPERATING REVENUES | PRIOR YEAR | CURRENT YEAR |
|--------------|---|------------|--------------|
| 461 | Metered Water Revenue | \$ 16654 | \$ 15840 |
| 460 | Unmetered Water Revenue | | |
| 474 | Other Water Revenues | | |
| | TOTAL REVENUES | \$ 16654 | \$ 15840 |
| | | | |
| | OPERATING EXPENSES | | |
| 601 | Salaries and Wages | \$ | \$ |
| 610 | Purchased Water | | |
| 615 | Purchased Power | 5233 | 6578 |
| 618 | Chemicals | | |
| 620 | Repairs and Maintenance | 1899 | 676 |
| 621 | Office Supplies and Expense | 1101 | 1716 |
| 630 | Outside Services | 3217 | 3062 |
| 635 | Water Testing | | |
| 641 | Rents | | |
| 650 | Transportation Expenses | 2522 | 704 |
| 657 | Insurance – General Liability | 407 | 407 |
| 659 | Insurance - Health and Life | | |
| 666 | Regulatory Commission Expense – Rate Case | | |
| 675 | Miscellaneous Expense | | |
| 403 | Depreciation Expense | 3202 | 3039 |
| 408 | Taxes Other Than Income | | |
| 408.11 | Property Taxes | 1237 | 1851 |
| 409 | Income Tax | | |
| | TOTAL OPERATING EXPENSES | \$ 18818 | \$ 18033 |
| | | | |
| | OPERATING INCOME/(LOSS) | \$ (2164) | \$ (2193) |
| | | | |
| | OTHER INCOME/(EXPENSE) | | |
| 419 | Interest and Dividend Income | \$ | \$ |
| 421 | Non-Utility Income | | |
| 426 | Miscellaneous Non-Utility Expenses | | |
| 427 | Interest Expense | | |
| | TOTAL OTHER INCOME/(EXPENSE) | \$ | \$ |
| | | | |
| | NET INCOME/(LOSS) | \$ (2164) | \$ (2193) |

COMPANY NAME SUE JUAN WATER COMPANY

SUPPLEMENTAL FINANCIAL DATA

Long-Term Debt

| | LOAN #1 | LOAN #2 | LOAN #3 | LOAN #4 |
|------------------------|---------|---------|---------|---------|
| Date Issued | | | | |
| Source of Loan | | | | |
| ACC Decision No. | | | | |
| Reason for Loan | | | | |
| Dollar Amount Issued | \$ | \$ | \$ | \$ |
| Amount Outstanding | \$ | \$ | \$ | \$ |
| Date of Maturity | | | | |
| Interest Rate | % | % | % | % |
| Current Year Interest | \$ | \$ | \$ | \$ |
| Current Year Principle | \$ | \$ | \$ | \$ |

Meter Deposit Balance at Test Year End \$ _____

Meter Deposits Refunded During the Test Year \$ _____

COMPANY NAME SUE JUAN WATER COMPANY

WATER COMPANY PLANT DESCRIPTION

WELLS

| ADWR ID Number* | Pump Horsepower | Pump Yield (Gpm) | Casing Depth (Feet) | Casing Diameter (Inches) | Meter Size (inches) | Year Drilled |
|--------------------|--------------------|---------------------|---------------------------|--------------------------------|------------------------|-----------------|
| 55-85857 | 30HP | 500 | 800 | 8" | 5" | 1986 |
| 55-626284 | 30HP | 1000 | 800 | 16" | 5" | 1982 |
| | | | | | | |
| | | | | | | |
| | | | | | | |
| | | | | | | |

- Arizona Department of Water Resources Identification Number

OTHER WATER SOURCES

| Name or Description | Capacity (gpm) | Gallons Purchased or Obtained (in thousands) |
|---------------------|-------------------|---|
| | | |
| | | |

| BOOSTER PUMPS | | FIRE HYDRANTS | |
|---------------|----------|-------------------|----------------|
| Horsepower | Quantity | Quantity Standard | Quantity Other |
| 20HP | 2 | | |
| | | | |
| | | | |
| | | | |

| STORAGE TANKS | | PRESSURE TANKS | |
|---------------|----------|----------------|----------|
| Capacity | Quantity | Capacity | Quantity |
| 29000 | 1 | 5000 | 3 |
| 23000 | 1 | | |
| | | | |
| | | | |

COMPANY NAME SUE JUAN WATER COMPANY

WATER COMPANY PLANT DESCRIPTION (CONTINUED)

MAINS

| Size (in inches) | Material | Length (in feet) |
|------------------|----------|------------------|
| 2 | | |
| 3 | | |
| 4 | | |
| 5 | | |
| 6 | | |
| 8 | | |
| 10 | | |
| 12 | | |
| | | |
| | | |
| | | |
| | | |
| | | |
| | | |

CUSTOMER METERS

| Size (in inches) | Quantity |
|------------------|----------|
| 5/8 X 3/4 | 17 |
| 3/4 | 51 |
| 1 | |
| 1 1/2 | 1 |
| 2 | 5 |
| Comp. 3 | |
| Turbo 3 | 2 |
| Comp. 4 | |
| Tubo 4 | |
| Comp. 6 | |
| Tubo 6 | |
| | |
| | |
| | |

For the following three items, list the utility owned assets in each category.

TREATMENT EQUIPMENT: The Model 248M Flouride Treatment Plant manufactured by Water Treatment Engineers Of Scottsdale, Arizona consists of two 550 gallon tanks using activated alumina as the Flouride Removal media. The saturated media is regenerated by treating with caustic soda, acid neutralized, with the effluent discharged to evaporating ponds.

STRUCTURES:

Chain link fence around entire plant.

OTHER:

COMPANY NAME: SUE JUAN WATER COMPANY

WATER USE DATA SHEET BY MONTH FOR CALENDAR YEAR 2004

| MONTH | NUMBER OF CUSTOMERS | GALLONS SOLD | GALLON PUMPED (Thousands) |
|-----------|---------------------|--------------|---------------------------|
| JANUARY | 73 | 678 | 678 |
| FEBRUARY | 72 | 752 | 752 |
| MARCH | 73 | 761 | 761 |
| APRIL | 72 | 1082 | 1082 |
| MAY | 72 | 1408 | 1408 |
| JUNE | 73 | 1791 | 1791 |
| JULY | 72 | 1074 | 1074 |
| AUGUST | 74 | 1062 | 1062 |
| SEPTEMBER | 73 | 864 | 864 |
| OCTOBER | 73 | 873 | 873 |
| NOVEMBER | 73 | 924 | 924 |
| DECEMBER | 72 | 1041 | 1041 |
| TOTAL | | N/A | 12310 |

Is the Water Utility located in an ADWR Active Management Area (AMA)?

() Yes (x) No

Does the Company have an ADWR Gallons Per Capita Per Day (GPCPD) requirement?

() Yes (x) No

If yes, provide the GPCPD amount: _____

What is the level of arsenic for each well on your system. .027 mg/l
(If more than one well, please list each separately.)

Note: If you are filing for more than one system, please provide separate data sheets for each system.

COMPANY NAME SUE JUAN WATER COMPANY

YEAR ENDING 12/31/2004

PROPERTY TAXES

Amount of actual property taxes paid during Calendar Year 2004 was: \$ 1851

Attach to this annual report proof (e.g. property tax bills stamped "paid in full" or copies of cancelled checks for property tax payments) of any and all property taxes paid during the calendar year.

If no property taxes paid, explain why. _____

COMPANY NAME SUE JUAN WATER COMPANY YEAR ENDING 12/31/2004

INCOME TAXES

For this reporting period, provide the following:

Federal Taxable Income Reported Loss (2193)
Estimated or Actual Federal Tax Liability -0-

State Taxable Income Reported Loss (2193)
Estimated or Actual State Tax Liability

Amount of Grossed-Up Contributions/Advances:

Amount of Contributions/Advances
Amount of Gross-Up Tax Collected
Total Grossed-Up Contributions/Advances

Decision No. 55774 states, in part, that the utility will refund any excess gross-up funds collected at the close of the tax year when tax returns are completed. Pursuant to this Decision, if gross-up tax refunds are due to any Payer or if any gross-up tax refunds have already been made, attach the following information by Payer: name and amount of contribution/advance, the amount of gross-up tax collected, the amount of refund due to each Payer, and the date the Utility expects to make or has made the refund to the Payer.

CERTIFICATION

The undersigned hereby certifies that the Utility has refunded to Payers all gross-up tax refunds reported in the prior year's annual report. This certification is to be signed by the President or Chief Executive Officer, if a corporation; the managing general partner, if a partnership; the managing member, if a limited liability company or the sole proprietor, if a sole proprietorship.


SIGNATURE

3-23-05
DATE

CHESTER C. ANTONICK
PRINTED NAME

OWNER
TITLE

RECEIVED

VERIFICATION
AND
SWORN STATEMENT
Intrastate Revenues Only

MAR 29 2005

AZ Corporation Commission
Director Of Utilities

VERIFICATION

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| |
|--------------------------------|
| COUNTY OF (COUNTY NAME) |
| PIMA |
| NAME (OWNER OR OFFICIAL) TITLE |
| CHESTER C. ANTONICK |
| COMPANY NAME |
| SUE JUAN WATER COMPANY |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|-------|-----|------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2004 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENT OF TITLE 40, ARTICLE 8, SECTION 40-401, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS DURING CALENDAR YEAR 2004 WAS:

Arizona Intrastate Gross Operating Revenues Only (\$)

\$ 17215

(THE AMOUNT IN BOX ABOVE

INCLUDES \$ 1375

IN SALES TAXES BILLED, OR COLLECTED)

**REVENUE REPORTED ON THIS PAGE MUST INCLUDE SALES TAXES BILLED OR COLLECTED. IF FOR ANY OTHER REASON, THE REVENUE REPORTED ABOVE DOES NOT AGREE WITH TOTAL OPERATING REVENUES ELSEWHERE REPORTED, ATTACH THOSE STATEMENTS THAT RECONCILE THE DIFFERENCE. (EXPLAIN IN DETAIL)


SIGNATURE OF OWNER OR OFFICIAL

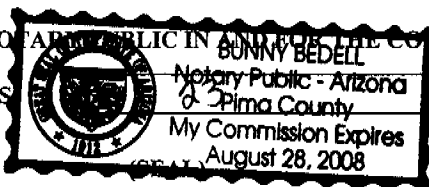
520-746-0176

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF

THIS



DAY OF

| | | |
|-------------|-------|------|
| COUNTY NAME | | |
| PIMA | | |
| MONTH | MARCH | 2005 |


SIGNATURE OF NOTARY PUBLIC

MY COMMISSION EXPIRES 8-28-08

**VERIFICATION
AND
SWORN STATEMENT
RESIDENTIAL REVENUE
INTRASTATE REVENUES ONLY**

RECEIVED

MAR 29 2005

VERIFICATION

**AZ Corporation Commission
Director Of Utilities**

STATE OF ARIZONA

I, THE UNDERSIGNED

OF THE

| | |
|--|-----------------------|
| COUNTY OF (COUNTY NAME) PIMA | |
| NAME (OWNER OR OFFICIAL) CHESTER C. ANTONICK | TITLE OWNER |
| COMPANY NAME SUE JUAN WATER COMPANY | |

DO SAY THAT THIS ANNUAL UTILITY REPORT TO THE ARIZONA CORPORATION COMMISSION

FOR THE YEAR ENDING

| | | |
|--------------|------------|-------------|
| MONTH | DAY | YEAR |
| 12 | 31 | 2004 |

HAS BEEN PREPARED UNDER MY DIRECTION, FROM THE ORIGINAL BOOKS, PAPERS AND RECORDS OF SAID UTILITY; THAT I HAVE CAREFULLY EXAMINED THE SAME, AND DECLARE THE SAME TO BE A COMPLETE AND CORRECT STATEMENT OF BUSINESS AND AFFAIRS OF SAID UTILITY FOR THE PERIOD COVERED BY THIS REPORT IN RESPECT TO EACH AND EVERY MATTER AND THING SET FORTH, TO THE BEST OF MY KNOWLEDGE, INFORMATION AND BELIEF.

SWORN STATEMENT

IN ACCORDANCE WITH THE REQUIREMENTS OF TITLE 40, ARTICLE 8, SECTION 40-401.01, ARIZONA REVISED STATUTES, IT IS HEREIN REPORTED THAT THE GROSS OPERATING REVENUE OF SAID UTILITY DERIVED FROM ARIZONA INTRASTATE UTILITY OPERATIONS RECEIVED FROM RESIDENTIAL CUSTOMERS DURING CALENDAR YEAR 2004 WAS:

| |
|--|
| ARIZONA INTRASTATE GROSS OPERATING REVENUES |
| \$ 11673 |

**(THE AMOUNT IN BOX AT LEFT
INCLUDES \$ 932
IN SALES TAXES BILLED, OR COLLECTED)**

***RESIDENTIAL REVENUE REPORTED ON THIS PAGE
MUST INCLUDE SALES TAXES BILLED.**

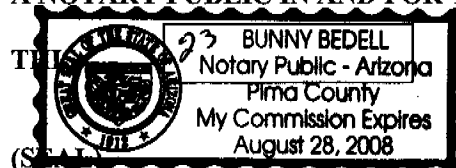

SIGNATURE OF OWNER OR OFFICIAL

520-746-0176

TELEPHONE NUMBER

SUBSCRIBED AND SWORN TO BEFORE ME

A NOTARY PUBLIC IN AND FOR THE COUNTY OF



DAY OF

(S.E.A.T.)

MY COMMISSION EXPIRES 8-28-08

| | |
|---|------|
| NOTARY PUBLIC NAME Bunny Bedell | |
| COUNTY NAME PIMA | |
| MONTH MARCH | 2005 |

X 
SIGNATURE OF NOTARY PUBLIC

03 TAX NOTICE

JAN. 1, 2003
TO
DEC. 31, 2003

COUNTY OF COCHISE

ARIZONA

ADDRESS: P O BOX 1778

BISBEE AZ 85603

AL DESCRIPTION: SECTION

TWN

RNG

ACRES

.34 USE 5500

FAL VALUE OF OPERATING PROPERTY

23-41-049

7,950

TAX ROLL NUMBER

111382

PARCEL IDENTIFICATION

925-70-980

TAX AREA CODE

0980

IMPORTANT - SEE REVERSE SIDE
FOR COMPLETE EXPLANATION
YOUR 2003 TAX NOTICE AND
PAYMENT INSTRUCTIONS.

925-70-980 3 111382

SUE JUAN WATER CO
CHESTER C ANTONICK/OWNER
10570 S NOGALES HIGHWAY
TUCSON AZ 85706-

84107

PLEASE RETURN THIS PORTION WITH PAYMENT TO:

MARSHA BONHAM
COCHISE CO TREASURER
P O BOX 1778
BISBEE AZ 85603

SUE JUAN WATER CO
10570 S NOGALES HIGHWAY
TUCSON AZ 85706

| |
|---------------------------------------|
| TAX ROLL NUMBER 111382 |
| PARCEL IDENTIFICATION 925-70-980 3 |
| TAX AREA CODE 0980 |

RECEIPT REQUESTED ()

TOTAL TAX DUE IS \$100.00 OR LESS FULL AMOUNT IS DUE NOW.
E PAYMENT INSTRUCTIONS ON REVERSE SIDE OF NOTICE.
TER ADDRESS CORRECTION ON THE BACK OF THIS COUPON.

2003 2ND HALF COUPON

| | | |
|--------------|-----|--------|
| PAY 2ND HALF | PAY | 594.97 |
|--------------|-----|--------|

TE: 2nd HALF TAXES DELINQUENT AFTER MAY 1, 2004



0292570980003200300000000594

DOR Form PTXBL (4/2003)

TEAR OFF ALONG DOTTED LINES

| 2003 TAX SUMMARY (3) | | |
|--------------------------------|--|-----|
| PRIMARY AD VALOREM TAX | | 878 |
| LESS STATE AID TO EDUCATION | | |
| NET PRIMARY AD VALOREM TAX | | 878 |
| SECONDARY AD VALOREM TAX | | 311 |
| SPECIAL DISTRICT TAX | | |

| TAX RATE | AD VALOREM TAX |
|----------|----------------|
| 0.106415 | 21155 |
| 0.106415 | 66647 |
| 0 | 87802 |
| TAX RATE | AD VALOREM TAX |
| 0.39775 | 7908 |
| 0 | 00 |
| 0.37178 | 23284 |
| 0 | 31192 |

PAY TOTAL OR HALF TAX

| | |
|---------------|------|
| TOTAL TAX DUE | 1189 |
| HALF TAX | 594 |

DELINQUENT DATES

1st HALF NOV. 1, 2003

2nd HALF MAY 1, 2004

THIS IS THE ONLY NOTICE YOU WILL RECEIVE
NO RECEIPT WILL BE SENT UNLESS REQUESTED

| PRIMARY | 2003 SECONDARY | 2003 TOTAL | 2002 TOTAL | DIFFERENCE |
|---------|----------------|------------|------------|------------|
| 24235 | 00 | 24235 | 24236 | -1 |
| 3892 | 00 | 3892 | 4034 | -1 |
| 5133 | 00 | 5133 | 4918 | 2 |
| 39789 | 29734 | 69523 | 60533 | 8990 |
| 14743 | 00 | 14743 | 14743 | 0 |
| 00 | 7426 | 7426 | 7426 | 0 |
| 00 | 825 | 825 | 825 | 0 |
| 00 | 1279 | 1279 | 1279 | 0 |
| 00 | 516 | 516 | 516 | 0 |
| 00 | 412 | 412 | 412 | 0 |
| 87802 | 31192 | 118994 | 118922 | 72 |

TEAR OFF ALONG DOTTED LINES

SUE JUAN WATER COMPANY

RT. 16 BOX 609 520-746-0176
TUCSON, AZ 85706

1371

91-532/1221
2

PAY
TO THE
ORDER OF

Marsha Bonham Cochise County Treasurer

\$ 610.86

-Six hundred ten dils + 86/100

DOLLARS

National Bank
OF ARIZONA

136 N. Stone Ave. Tucson, AZ 85701

FOR #925-70-980-00-3

Abigail Kelly White

1367

DATE 6/15/04

TO THE ORDER OF CHRYSLER FINANCIAL \$416.03

FOR DEPOSIT ONLY

Amount \$416.03

Processed 06/15/04 \$16.03 Ch# 1367

1368

DATE 6/15/04

TO THE ORDER OF Y.L. Technology \$185.00

FOR DEPOSIT ONLY

Amount \$185.00

Processed 06/10/04 \$185.00 Ch# 1368

1369

DATE 6/15/04

TO THE ORDER OF The Mahoney Group \$407.00

FOR DEPOSIT ONLY

Amount \$407.00

Processed 06/09/04 \$407.00 Ch# 1369

1370

DATE 6/15/04

TO THE ORDER OF X-Cell \$200.00

FOR DEPOSIT ONLY

Amount \$200.00

Processed 06/10/04 \$200.00 Ch# 1370

1371

DATE 6/17/04

TO THE ORDER OF Martha Bingham Cochise County Treasurer \$610.86

FOR DEPOSIT ONLY

Amount \$610.86

Processed 06/17/04 \$610.86 Ch# 1371

1372

DATE 6/11/04

TO THE ORDER OF City of Berton \$25.00

FOR DEPOSIT ONLY

Amount \$25.00

Processed 06/15/04 \$25.00 Ch# 1372

1374

DATE 6/21/04

TO THE ORDER OF U.S. MARINE SERVICE \$524.16

FOR DEPOSIT ONLY

Amount \$524.16

Processed 06/22/04 \$524.16 Ch# 1374

1375

DATE 6/21/04

TO THE ORDER OF U.S. MARINE SERVICE \$120.00

FOR DEPOSIT ONLY

Amount \$120.00

Processed 06/23/04 \$120.00 Ch# 1375

2nd
42
2003



National Bank

O F A R I Z O N A

PO Box 30709 Salt Lake City, UT 84130-0709

Statement of Accounts

Page 1 of 3

This Statement: June 30, 2004

Last Statement: May 28, 2004

Primary Account 0020014741

0036887 01 AT 0.292 **AUTO T6 0 4301 85706-930070 02 NBA PG0023 00008
SUE JUAN WATER COMPANY
10570 S NOGALES HWY
TUCSON AZ 85706-9300

DIRECT INQUIRIES TO:
1 (800) 497-8168



Stone & Pennington
136 N. Stone Avenue
Tucson, AZ 85701-0000

Experience leaves its Mark.

Your bank statement has changed for the better. We've added a few things, combined a few others, and made it a lot more convenient for you to monitor account information.

SUMMARY OF ACCOUNT BALANCE

| Account Type | Account Number | Checking/Savings Ending Balance | Outstanding Balances Owed |
|-------------------|----------------|------------------------------------|------------------------------|
| Business Checking | 0020014741 | \$414.18 | |

BUSINESS CHECKING 0020014741

| Previous Balance | Deposits/Credits | Charges/Debits | Checks Processed | Ending Balance |
|------------------|------------------|----------------|------------------|----------------|
| 491.17 | 2,028.84 | 17.78 | 2,088.05 | 414.18 |

9 DEPOSITS/CREDITS

| Date | Amount | Description |
|-------|--------|--------------------|
| 06/01 | 350.37 | DEPOSIT 0020192691 |
| 06/04 | 46.26 | DEPOSIT 0020154312 |
| 06/07 | 105.92 | DEPOSIT 0020153888 |
| 06/08 | 226.82 | DEPOSIT 0020143786 |
| 06/09 | 320.73 | DEPOSIT 0020131755 |
| 06/16 | 468.83 | DEPOSIT 0090102444 |
| 06/16 | 29.04 | DEPOSIT 0090102441 |
| 06/21 | 284.83 | DEPOSIT 0080129277 |
| 06/29 | 196.04 | DEPOSIT 0090132480 |

5 CHARGES/DEBITS

| Date | Amount | Description |
|-------|--------|-------------------------------|
| 06/30 | 10.00 | MONTHLY MAINTENANCE FEE |
| 06/30 | 2.76 | INCREMENTAL CHARGE |
| 06/30 | 2.70 | LOCAL ITEM FEE |
| 06/30 | 1.20 | FOREIGN OR ITEM DEPOSITED FEE |
| 06/30 | 1.12 | DEBIT FEE |

8 CHECKS PROCESSED

| Number | Date | Amount | Number | Date | Amount | Number | Date | Amount |
|--------|-------|--------|--------|-------|--------|--------|-------|--------|
| 1367 | 06/15 | 18.03 | 1370 | 06/10 | 200.00 | 1374* | 06/22 | 524.16 |
| 1368 | 06/10 | 185.00 | 1371 | 06/17 | 610.86 | 1375 | 06/23 | 120.00 |
| 1369 | 06/09 | 407.00 | 1372 | 06/15 | 25.00 | | | |

* Not in check sequence

004 TAX NOTICE

JAN. 1 2004
TO
DEC. 31, 2004

COUNTY OF COCHISE

ARIZONA

ADDRESS: P O BOX 1778

BISBEE AZ 85603

AL DESCRIPTION: SECTION TWN RNG ACRES .34 USE 5500
ITAL VALUE OF OPERATING PROPERTY
3-41-049 7,950

TAX ROLL NUMBER

112999

PARCEL IDENTIFICATION

925-70-980 3

TAX AREA CODE

0980

IMPORTANT - SEE REVERSE SIDE
FOR COMPLETE EXPLANATION OF
YOUR 2004 TAX NOTICE AND
PAYMENT INSTRUCTIONS.

925-70-980 3 112999

SUEJUAN WATER CO
CHESTER C ANTONICK/OWNER
10570 S NOGALES HIGHWAY
TUCSON AZ 85706

10-3572

2004 TAX SUMMARY (3)

| | |
|--------------------------------|-------|
| PRIMARY AD VALOREM TAX | 913.8 |
| LESS STATE AID TO EDUCATION | 0 |
| NET PRIMARY AD VALOREM TAX | 913.8 |
| SECONDARY AD VALOREM TAX | 326.3 |
| SPECIAL DISTRICT TAX | 0 |

PAY TOTAL OR HALF TAX

| | |
|---------------|--------|
| TOTAL TAX DUE | 1240.2 |
| HALF TAX | 620.1 |

DELINQUENT DATES

1st HALF NOV. 1, 2004

2nd HALF MAY 1, 2005

THIS IS THE ONLY NOTICE YOU WILL RECEIVE
NO RECEIPT WILL BE SENT UNLESS REQUESTED

| PRIMARY PROPERTY TAX CALCULATION (1) | | | | | | |
|--|-----------------|----------|----------------|-----------|----------|----------------|
| EM | LIMITED VALUE | ASSMT. % | ASSESSED VALUE | EXEMPTION | TAX RATE | AD VALOREM TAX |
| IND, BLDGS, ETC. | 7950 | 250 | 1988 | | 0.104429 | 207.62 |
| PERSONAL PROPERTY | 27050 | 250 | 6763 | | 0.104429 | 706.26 |
| TOTALS | 35000 | | 8751 | | | 913.88 |
| SECONDARY PROPERTY TAX CALCULATION (2) | | | | | | |
| EM | FULL CASH VALUE | ASSMT. % | ASSESSED VALUE | EXEMPTION | TAX RATE | AD VALOREM TAX |
| IND, BLDGS, ETC. | 7950 | 250 | 1988 | | 0.39297 | 78.12 |
| PERSONAL PROPERTY | 27050 | 250 | 6763 | | 0.36700 | 248.20 |
| TOTALS | 35000 | | 8751 | | | 326.32 |

2003-2004 TAX COMPARISON (4)

| TX CODE | TAX JURISDICTION | 2004 PRIMARY | 2004 SECONDARY | 2004 TOTAL | 2003 TOTAL | DIFFERENCE |
|---------|---------------------------------|--------------|----------------|------------|------------|------------|
| 000 | COCHISE COUNTY | 25705 | 00 | 25705 | 24235 | 147 |
| 001 | COUNTY SCHOOL TAX EQUALIZATION | 3991 | 00 | 3991 | 3892 | 99 |
| 151 | CITY OF BENSON | 5665 | 00 | 5665 | 5133 | 532 |
| 009 | BENSON SD #9 | 40391 | 21571 | 61962 | 60533 | 1429 |
| 150 | COCHISE COUNTY JUNIOR COLLEGE | 15636 | 00 | 15636 | 14743 | 893 |
| 252 | SAN PEDRO VALLEY HOSPITAL DIST | 00 | 7876 | 7876 | 7426 | 450 |
| 900 | FIRE DISTRICT ASSISTANCE FUND | 00 | 875 | 875 | 825 | 50 |
| 900 | COCHISE COUNTY LIBRARY DIST | 00 | 1357 | 1357 | 1279 | 78 |
| 000 | COCHISE COUNTY FCD #80-49 | 00 | 516 | 516 | 516 | 0 |
| 000 | COCHISE CNTY JOINT TECHNOLOGY D | 00 | 437 | 437 | 412 | 25 |
| | TOTALS | 91388 | 32632 | 124020 | 118994 | 5026 |

TEAR OFF ALONG DOTTED LINES

TEAR OFF ALONG DOTTED LINES

SUE JUAN WATER COMPANY

RT. 16 BOX 609 520-746-0176
TUCSON, AZ 85706

1393

DATE October 28, 2004

91-532/1221
2PAY
TO THE
ORDER OF Marsha Bonham

\$ **620.10**

National Bank
OF ARIZONA

138 N. Stone Ave. Tucson, AZ 85701

DOLLARS

FOR 925-70-980 3 2nd 1/2 2004

⑈001393⑈ ⑈122105320⑈ 0020014741⑈

COCHISE COUNTY TREASURER
Receipt of Taxes Paid

Date: 5 Oct 2004 Time: 19:16:06

Page: 1
Cashier: CCA

| Tax Year | Parcel | Portion | Roll # | Tax Paid | Interest Paid | Penalty Paid | Paid |
|-------------|-------------|---------|----------|-------------|------------------|-----------------|--------|
| 2004 | 92570980003 | 1 | 01-12999 | 620.10 | | | 620.10 |

Payment type: Check# 1387

Payment Received: \$ 620.10

Base tax due:
Notes:

.00

pt 1/2 of 2004

Sue Juan

Received from:

MARY DELAMORE
10570 S NOGALES HIGHWAY
TUCSON AZ 85706



National Bank

O F A R I Z O N A
PO Box 30709 Salt Lake City, UT 84130-0709

Statement of Accounts

Page 1 of 2
This Statement: November 30, 2004
Last Statement: October 29, 2004

Primary Account 0020014741

0027927 01 AT 0.292 **AUTO TO 0 4801 85706-930070 02 NBA PG0023 00006
SUE JUAN WATER CO
10570 S NOGALES HWY
TUCSON AZ 85706-9300

DIRECT INQUIRIES TO:
1 (800) 497-8168



Stone & Pennington
136 N. Stone Avenue
Tucson, AZ 85701-0000

Experience leaves its Mark.

SUMMARY OF ACCOUNT BALANCE

| Account Type | Account Number | Checking/Savings Ending Balance | Outstanding Balances Owed |
|-------------------------|----------------|------------------------------------|------------------------------|
| Basic Business Checking | 0020014741 | \$768.87 | |

BASIC BUSINESS CHECKING 0020014741

| Previous Balance | Deposits/Credits | Charges/Debits | Checks Processed | Ending Balance |
|------------------|------------------|----------------|------------------|----------------|
| 1,852.72 | 2,158.06 | 10.00 | 3,031.91 | 768.87 |

8 DEPOSITS/CREDITS

| Date | Amount | Description |
|-------|----------|--------------------|
| 11/01 | 194.69 | DEPOSIT 0020173566 |
| 11/08 | 143.41 | DEPOSIT 0080170905 |
| 11/12 | 157.31 | DEPOSIT 0090156712 |
| 11/15 | 1,000.00 | DEPOSIT 0020133263 |
| 11/15 | 134.67 | DEPOSIT 0020149034 |
| 11/24 | 276.63 | DEPOSIT 0090173541 |
| 11/24 | 192.08 | DEPOSIT 0090173552 |
| 11/29 | 59.27 | DEPOSIT 0020147493 |

1 CHARGE/DEBIT

| Date | Amount | Description |
|-------|--------|-------------------------|
| 11/30 | 10.00 | MONTHLY MAINTENANCE FEE |

6 CHECKS PROCESSED

| Number | Date | Amount | Number | Date | Amount | Number | Date | Amount |
|--------|-------|--------|--------|-------|----------|--------|-------|--------|
| 1392 | 11/23 | 140.00 | 1394 | 11/01 | 500.00 | 1396 | 11/19 | 671.81 |
| 1393 | 11/23 | 620.10 | 1395 | 11/01 | 1,000.00 | 1397 | 11/23 | 100.00 |

DAILY BALANCES

| Date | Balance | Date | Balance | Date | Balance |
|-------|---------|-------|----------|-------|---------|
| 11/01 | 347.41 | 11/15 | 1,782.80 | 11/24 | 719.60 |
| 11/08 | 490.82 | 11/19 | 1,110.99 | 11/29 | 778.87 |
| 11/12 | 648.13 | 11/23 | 250.89 | 11/30 | 768.87 |

1392

ONE ARIZONA UNITED COMPANY
IN ARIZONA
DATE: OCTOBER 28, 2004

TO: T. L. Technology \$140.00

FOR: \$140.00

Mary L. Delamare

Processed 11/23/04 \$140.00 Ch# 1392

1393

ONE ARIZONA UNITED COMPANY
IN ARIZONA
DATE: OCTOBER 28, 2004

TO: Pacific Electric \$620.10

FOR: \$620.10

Mary L. Delamare

Processed 11/23/04 \$620.10 Ch# 1393

check
for
2nd
1/2
2004
property
Taxes

1394

ONE ARIZONA UNITED COMPANY
IN ARIZONA
DATE: NOVEMBER 28, 2004

TO: Mary Delamare \$500.00

FOR: \$500.00

Mary L. Delamare

Processed 11/01/04 \$500.00 Ch# 1394

1395

ONE ARIZONA UNITED COMPANY
IN ARIZONA
DATE: NOVEMBER 28, 2004

TO: MONTANA BANK \$1000.00

FOR: \$1000.00

Mary L. Delamare

Processed 11/01/04 \$1000.00 Ch# 1395

1396

ONE ARIZONA UNITED COMPANY
IN ARIZONA
DATE: NOV. 15, 2004

TO: T. L. Technology \$671.81

FOR: \$671.81

Mary L. Delamare

Processed 11/19/04 \$671.81 Ch# 1396

1397

ONE ARIZONA UNITED COMPANY
IN ARIZONA
DATE: NOV. 15, 2004

TO: T. L. Technology \$100.00

FOR: \$100.00

Mary L. Delamare

Processed 11/23/04 \$100.00 Ch# 1397

SUE JUAN WATER CO.
Balance Sheet
December 31, 2004

ASSETS

Current Assets

| | |
|------------------------------|-----------|
| CASH IN CHECKING | \$ 964.27 |
| CUSTOMER ACCOUNTS RECEIVABLE | 1,954.60 |
| MATERIAL & SUPPLY INV. | 1,400.00 |

| | |
|----------------------|----------|
| Total Current Assets | 4,318.87 |
|----------------------|----------|

Property and Equipment

| | |
|----------------------------|-------------|
| UTILITY PLANT | 112,447.60 |
| IMPROVEMENTS | 32,938.29 |
| LAND | 4,000.00 |
| ACCUMULATED DEPR-PLANT | (89,568.00) |
| ACCUMULATED DEPT-IMPROVEMN | (24,552.00) |

| | |
|------------------------------|-----------|
| Total Property and Equipment | 35,265.89 |
|------------------------------|-----------|

Other Assets

| | |
|--------------------|------|
| Total Other Assets | 0.00 |
|--------------------|------|

| | |
|--------------|--------------|
| Total Assets | \$ 39,584.76 |
|--------------|--------------|

LIABILITIES AND CAPITAL

Current Liabilities

| | |
|-------------------|-----------|
| ACCOUNTS PAYABLE | \$ 740.00 |
| CUSTOMER DEPOSITS | 975.00 |
| SALES TAX PAYABLE | 116.41 |

| | |
|---------------------------|----------|
| Total Current Liabilities | 1,831.41 |
|---------------------------|----------|

Long-Term Liabilities

| | |
|-----------------------------|------|
| Total Long-Term Liabilities | 0.00 |
|-----------------------------|------|

| | |
|-------------------|----------|
| Total Liabilities | 1,831.41 |
|-------------------|----------|

Capital

| | |
|------------------|------------|
| CAPITAL ANTONICK | 39,946.25 |
| Net Income | (2,192.90) |

| | |
|---------------|-----------|
| Total Capital | 37,753.35 |
|---------------|-----------|

| | |
|-----------------------------|--------------|
| Total Liabilities & Capital | \$ 39,584.76 |
|-----------------------------|--------------|

SUE JUAN WATER CO.
Income Statement
For the Twelve Months Ending December 31, 2004

| | Year to Date | |
|-----------------------------|---------------|---------|
| Revenues | | |
| METERED RES. WATER SALES | \$ 10,740.71 | 67.81 |
| METERED COMM. WATER SALES | 5,099.35 | 32.19 |
| Total Revenues | 15,840.06 | 100.00 |
| Cost of Sales | | |
| Total Cost of Sales | 0.00 | 0.00 |
| Gross Profit | 15,840.06 | 100.00 |
| Expenses | | |
| DEPRECIATION | 3,039.00 | 19.19 |
| PROPERTY TAXES | 1,851.06 | 11.69 |
| PURCHASED POWER | 6,577.88 | 41.53 |
| MATERIALS AND SUPPLIES | 19.59 | 0.12 |
| REPAIRS AND MAINTANCE | 656.70 | 4.15 |
| TRANSPORTATION EXPENSE | 703.86 | 4.44 |
| INSURANCE | 407.00 | 2.57 |
| OFFICE SUPPLIES AND EXPENSE | 376.58 | 2.38 |
| ACCOUNTING AND LEGAL | 840.00 | 5.30 |
| PROFESSIONAL SERVICES | 2,222.32 | 14.03 |
| BANK CHARGES | 1,338.97 | 8.45 |
| Total Expenses | 18,032.96 | 113.84 |
| Net Income | \$ (2,192.90) | (13.84) |